

# **City Council FY 2005 Budget Adoption**

**Thursday, September 16, 2004**

# **Budget in Perspective**

- **Annual budget development process including operating and capital budget serves as the foundation for the City's allocation of resources toward service delivery plans that provide quality services, targeted investments and continued improvements**
- **Annual budget process encapsulates incremental changes to address service requirements and builds upon initiatives funded in prior years as well as establishes new direction for programs through the allocation of resources**

# **FY 2005 Budget Development Process**

- **City Council Budget Worksessions (6) and Budget Open Houses (2)**
- **Five Year Financial Forecast**
- **City Council Goals & Objectives Worksessions**
- **Bottom Line Strengthening Initiative**
- **Analysis of Organizational-wide Issues and Departmental Service Delivery Plans**
- **City Manager's Proposed Budget**
- **City Council Proposed Budget Worksessions (14)**
- **Public Hearings (4)**
- **Budget Adoption**

# **Amendments to the FY 2005 Proposed Budget**

- **General Fund - \$1.4M**
- **Airport Operating Fund - \$80K**
- **Parks Development & Expansion Fund - \$80K**
- **FY 2005 Capital Budget - \$1.188M**

# **Amendments to FY 2005 Proposed General Fund Expenditures**

- **Infrastructure/Community Development**
  - **Support Bexar County Regional Mobility Authority: \$500,000**
  - **Support San Antonio Symphony: \$320,000**
- **Public Safety**
  - **Restore Fire Department Reductions**
    - **Lieutenant Assigned to Personnel: \$100,483**
    - **No Change to Officer Complement on Ladder Trucks: \$211,123**
    - **EMS Peak Overtime Budget: \$21,600**
    - **Lieutenant assigned to EMS Communications: \$101,725**

# **Amendments to FY 2005 Proposed General Fund Expenditures (Cont.)**

## **➤ Human Development**

- Provide Funding to Diabetes Prevention Program Bienestar: \$100,000**
- Provide Funding for Day Center: \$125,000**
- Provide Funding for Mobile Canteen: \$125,000**

## **➤ Economic Development**

- Additional Funding for Austin-San Antonio Corridor Council: \$50,000**
- Increase Contribution to Project Quest: \$500,000**

# **Amendments to FY 2005 Proposed General Fund Expenditures (Cont.)**

## **➤ Neighborhoods**

- Provide Funding for Downtown Strategic/Master Plan: \$50,000**

## **➤ Other**

- Increase Amount for City Council Administrative Assistant Compensation: \$39,446**
- Increase Amount for City Auditor Budget: \$236,804**

# **Amendments to FY 2005 Proposed General Fund Revenues**

- **Vested Rights**
  - **Amend Proposed Fee Structure and Application  
Increase: (\$53,220)**



# **Sources of Funding to Support General Fund Expenditure and Revenue Amendments**

- **February 2005 Sales Tax Election: (\$575,000)**
  - **Funding for a May Sales Tax Election Included in Municipal Elections FY 2005 Proposed Budget**
- **Re-estimated FY 2004 Sales Tax Revenue: \$1,195,931**
- **Increase Emergency Medical Services (EMS) Transport Fees: \$108,343**
  - **\$10 per Transport Classification**
- **Reduce Funding for SAWS Headquarter Finish-Out: (\$300,000)**
- **Reduce General Fund Capital Outlay Budget: (\$118,313)**

# **Other Funds Amendments**

## **AVIATION FUND**

- **Secure Performances from San Antonio Symphony at International Airport: \$80,000**

## **PARKS DEVELOPMENT & EXPANSION FUND**

- **Add One Special Projects Manager to the Linear Park Program: \$80,000**

## **STORM WATER FUND**

- **Increase Storm Water Fee to Provide Funding for Storm Water Revenue Bonds for Regional Storm Water Projects: \$56,885,000**
  - **Increases Storm Water Fee by \$0.60**
  - **Average Residential Rate Increases from \$3.08 to \$3.68 per Month**
  - **Separate Council Ordinance in December will Set Rate and Amend FY 2005 Budgets**

# **Capital Budget Amendments**

- **Bulverde Road Traffic Signal/Harcourt Challenge Match**
  - **\$200,000 from Certificates of Obligation**
  - **\$1 to \$1 Match from Harcourt**
- **Hardy Oaks Street Challenge Match**
  - **\$500,000 in Additional Certificates of Obligation**
  - **\$1 to \$1 Match from Hardy Oaks Street Project**
- **Medical Center Infrastructure Challenge Match with Medical Center Alliance (FY 2006 through FY 2010)**
  - **\$1.1M Each Year from Certificates of Obligation**
  - **\$1 to \$1 Match for Infrastructure Improvements within Medical Center Area**

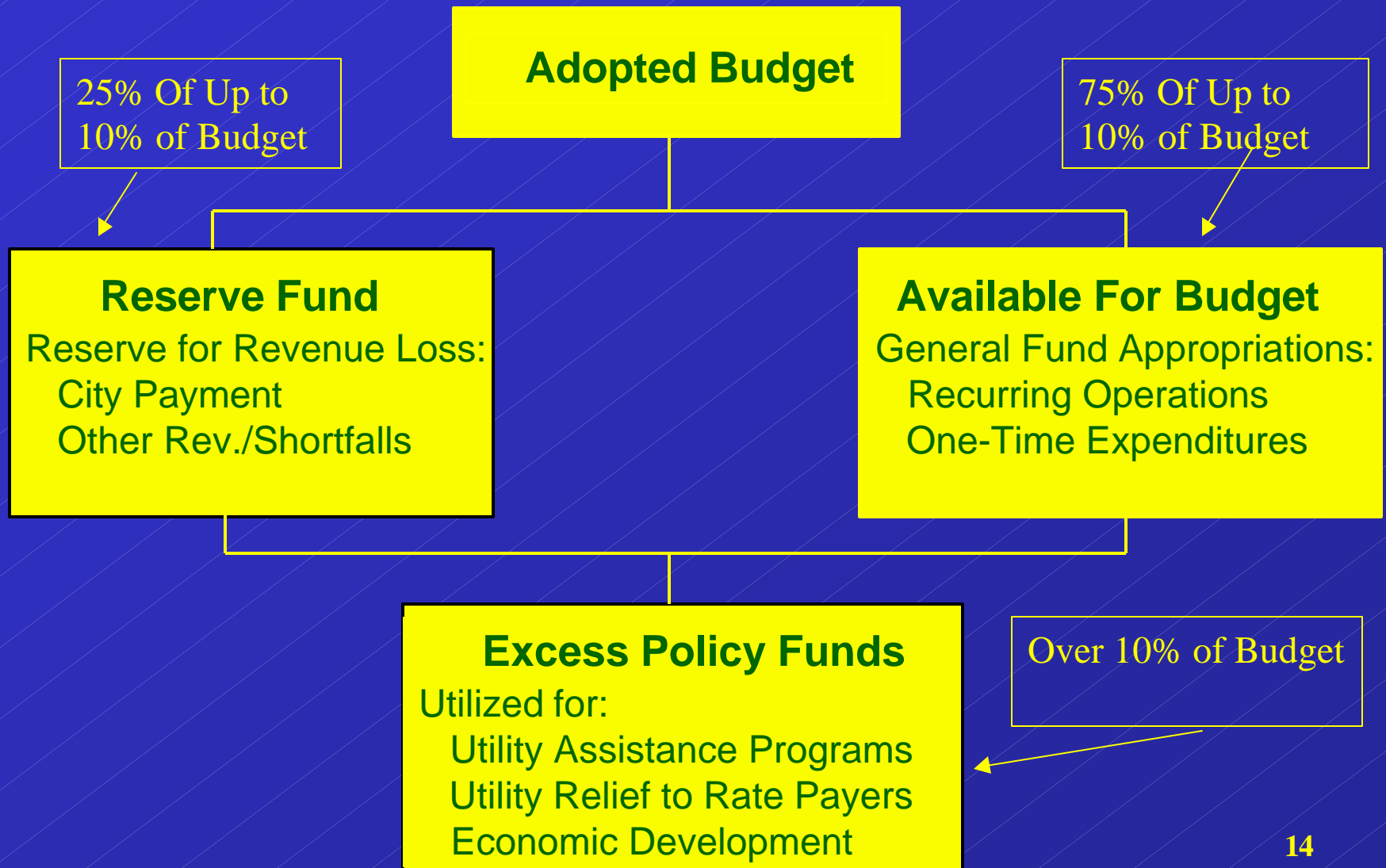
# **Capital Budget Amendments (Cont.)**

- **Witte Museum Infrastructure Improvement Challenge Match**
  - **\$250,000 from Certificates of Obligation**
  - **\$1 to \$1 Match for Witte Museum Infrastructure Improvement Projects**
- **Redistribute Project Budget Funds and Projects within Districts 2, 4, 5 and 8 (\$238K)**
- **Redistribute \$1.094M Set Aside for NID Challenge Match and Amend Final Project List**
  - **\$1.094M Re-allocated to each of the City Council Districts Based on the HUD Distribution Formula of Eligible Population in each City Council District**

# **FY 2005 Proposed Budget Policy Issues**

- ✓ **Will continue to evaluate throughout the following year four policy issues:**
  - **CPS Revenue Policy**
  - **Economic Development Incentive Fund / CPS Underground Utility Fund**
  - **Property Tax Relief**
  - **Carver Cultural Center Support**

# CPS Revenue Policy



# **FY 2005 Proposed Budget Policy Issues (Cont.)**

- ✓ Economic Development Incentive Fund**
  - \$6.0 million for streets**
  - \$1.0 million for Toyota supplier training**
  - \$1.0 million for Neighborhood Improvement District match**
  - \$1.0 million in reserve for economic development**



# **FY 2005 Proposed Budget**

## **Policy Issues-Conversion Fund**

- **Overhead Conversion Fund Established by CPS in 1993**
  - Funded Annually with 1% of Retail Electric Revenues
  - Conversion Fund is allocated to each political subdivision based upon electric sales in each political subdivision for the previous year
  - Available to fund eligible projects
- **Eligible Projects are restricted to projects relating to conversion to underground operation and include**
  - Existing overhead transmission or distribution facilities
  - New overhead transmission facilities
  - Relocate and/or redesign existing or planned overhead transmission or distribution facilities
- **City and CPS staff currently studying and analyzing the expansion of eligible projects to provide more flexibility. Such as:**
  - Economic Development Incentives
  - Energy Efficiency Projects



# **FY 2005 Proposed Budget Policy Issues**

- ✓ **Property Tax Relief for Seniors and Disabled**
  - **San Antonio has highest Senior Citizen exemption among large Texas cities**
  - **Proposed Budget details impacts for Proposition 13 and alternative stair-stepped exemption plan**
  - **Council will continue to evaluate options for calling a May 2005 election on Proposition 13 or increasing property tax exemptions**
  - **City Council property tax exemptions at end of June 2005 to be effective for FY 2006**
  - **Consider calling an election in May 2005**
  - **If no election called, Council may continue to consider property tax relief plan**

# **FY 2005 Proposed Budget Policy Issues**

## **✓ Carver**

- FY 2005 Proposed Budget allocation for the Carver Cultural Center operations support remains unchanged**
- City to evaluate its funding policy for all cultural programs operating within City facilities in whole or in part by outside agencies**
- Funding percentages and overall City benefits could be considered as part of ongoing review**

# **Authorized Positions**

- ✓ **Proposed Budget - Total 13,796**
  - **10,303 Civilian Positions (includes 1,776 alternate workforce positions)**
  - **3,493 Uniformed Positions**
  - **Proposed Budget Reflected Reduction of 286 Positions from FY 2004 (57 filled and 229 vacant)**

# **Authorized Positions (Cont.)**

- ✓ **Amended Proposed Budget - Total 13,797**
  - **10,302 Civilian Positions (includes 1,776 alternate workforce positions)**
  - **3,495 Uniformed Positions**
  - **Reflects Reduction of 284 Positions from FY 2004 (55 filled and 229 vacant)**
- ✓ **Reduction-in-Force**
  - **43 employees placed in new jobs**
  - **12 employees still in need of placement**

# FY 2005 Budget Adoption

	Proposed Budget	Amendments	Amended Budget
Total Budget*	\$1.541 Billion	\$3.0 Million	\$1.544 Billion
Capital Budget	\$395.9 Million	\$1.1 Million	\$397.0 Million
Operating Budget*	\$1.145 Billion	\$2.0 Million	\$1.147 Billion
General Fund	\$671.8 Million	\$1.4 Million	\$673.2 Million

**\*Without Transfers**

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